

DRAFT



MEMBERS:

SEN. SANBORN, MAJORITY VICE CHAIR
SEN. CASSIS
SEN. STAMAS
SEN. HUNTER, MINORITY VICE CHAIR
SEN. CLARKE
SEN. OLSHOVE

STATE OF MICHIGAN
THE SENATE
BANKING AND FINANCIAL
INSTITUTIONS
COMMITTEE
SENATOR RANDY RICHARDVILLE
CHAIR

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MINUTES

A meeting of the Senate Banking and Financial Institutions Committee was held on Wednesday, May 30, 2007, in the Farnum Building, Room 210. Senator Richardville called the meeting to order at 9:03 a.m.

Attendance was recorded as follows:

Present: Richardville (C), Sanborn, Cassis, Stamas, Hunter (MVC), Clarke, and Olshove

Absent: None

Excused: None

Senator Richardville gave opening remarks and announced the order of business:

Adoption of 5-09-07 minutes

Committee will take up and consider:

HB 4177 Spade—Insurance; no-fault; premium increases or reinstatement fees for certain military personnel called into active duty; prohibit.

Presentation on Debit and Credit Card Fraud by Alessandro DiNello, Executive Vice-President—Retail Banking, Flagstar Bank

Presentation on various types of fraudulent activity involving local financial institutions in and around Monroe County, Michigan by Detective Bret Ansel, of the Monroe Police Department and Kim Daniels, of Monroe, Michigan.

SB 454 Olshove—Financial institutions; small loan companies; cap on payday lenders' charges allowed for military personnel or families; provide for.

Senator Cassis moved, and Senator Hunter seconded, that the committee adopt the 5-09-07 minutes.

Yeas: Richardville, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville asked Jared Kosin, from Senate Majority Policy, to summarize House Bill 4177.

Bob Kefgen, legislative assistant for Representative Dudley Spade, testified in support of the bill.

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Brian Sydnor, representing the Office of Financial and Insurance Services, submitted a card in support of the bill but did not wish to speak. He also submitted written testimony for the members.

Being no further testimony, Senator Richardville offered an amendment for HB 4177. The amendment clarifies that this bill affects only military personnel whose active duty service includes 30 consecutive days or longer.

Senator Richardville requested a motion for the committee to adopt the amendment to the House-passed version of HB 4177.

Senator Cassis moved, and Senator Olshove seconded, that the committee adopt the amendment.

Yeas: Richardville, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville requested a motion for the committee to report HB 4177, as amended, with recommendation.

Senator Hunter moved, and Senator Cassis seconded, that the committee report HB 4177, as amended, with recommendation.

Yeas: Richardville, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

Senator Richardville requested a motion for the committee to give HB 4177, as amended, immediate effect.

Senator Sanborn moved that the committee give HB 4177, as amended, immediate effect.

Yeas: Richardville, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

The next order of business was a presentation on Debit and Credit Card Fraud by Alessandro DiNello, Executive Vice-President—Retail Banking, Flagstar Bank. Mr. DiNello also offered a written copy of his testimony for the members.

Following Mr. DiNello's testimony, the committee members had questions.

The next order of business was a presentation on various types of fraudulent activity involving local financial institutions in and around Monroe County, Michigan by Detective Bret Ansel, of the Monroe Police Department and Kim Daniels, of Monroe, Michigan.

Following Detective Ansel's and Ms. Daniels's testimony, the committee members had questions.

Next, Senator Richardville requested that Senator Olshove give a brief summary of his bill, Senate Bill 454.

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Following Senator Olshove's summary, Senator Richardville announced that Brian Sydnor submitted a card in support of the bill, but did not wish to speak. He also submitted written testimony for the members.

Shanna Wycoff, representing CNG, testified opposing the bill.

In the interest of time, Senator Richardville announced that no further action would be taken on SB 454 today and that the committee would discuss the bill further at a subsequent committee meeting.

Being no further business before the Committee, Senator Richardville adjourned the meeting without objection at 9:48 a.m.

Date approved by the Committee